BEFORE THE DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION OF THE STATE OF MONTANA

IN THE MATTER OF THE APPLICATION FOR BENEFICIAL WATER USE 41S-104572 BY

FINAL

BY KENNETH KNERR

* * * * * * * * *

The time period for filing exceptions, objections, or comments to the Proposal for Decision in this matter has expired. No timely written exceptions were received. Therefore, the Department of Natural Resources and Conservation hereby accepts and adopts the Findings of Fact and Conclusions of Law as contained the May 21, 1999, Proposal for Decision, and incorporates them herein by reference.

WHEREFORE, based upon the record herein, the Department makes the following:

ORDER

Application for Beneficial Water Use Permit 41S-104572 by Kenneth Knerr is DENIED.

NOTICE

The Department's Final Order may be appealed in accordance with the Montana Administrative Procedure Act by filing a petition in the appropriate court within 30 days after service of this Final Order.

Proposal for Decision Kenneth Knerr App. 41S-104572

If a petition for judicial review is filed and a party to the proceeding elects to have a written transcription prepared as part of the record of the administrative hearing for certification to the reviewing district court, the requesting party must make arrangements with the Department of Natural Resources and Conservation for ordering and payment of the written transcript. If no request is made, the Department will transmit a copy of the tape or the oral proceedings to the district court.

Dated this _day of June, 1999.

> Jack Stults, Administrator Water Resources Division Department of Natural

Resources and Conservation

PO Box 201601

Helena, MT 59620-1601

CERTIFICATE OF SERVICE

This is to certify that a true and correct copy of the foregoing Final Order was served on all parties listed below on this 252 day of the day, 1999, as follows;

KENNETH KNERR RT 2 BOX 2196 LEWISTOWN MT 59457

WILLIAM A SPOJA JR PO BOX 882 LEWISTOWN MT 59457

LONG FAMILY TRUST
BRUCE & SARIATA LONG, TRUSTEES
13647 BARLIN AVE
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EMMET BUTCHER RT 2 BOX 2190 LEWISTOWN MT 59457

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ROBERT STONE 223 MAPLE LEWISTOWN MT 59457

PETER K ANDERSEN RT 2 BOX 2230 LEWISTOWN MT 59457

SAMUEL V WEIDNER 301 B S MAIN STE 200 ELKHART IN 46516 WICKS RANCH CORP JON WICKS RT 2 BOX 2210 LEWISTOWN MT 59457

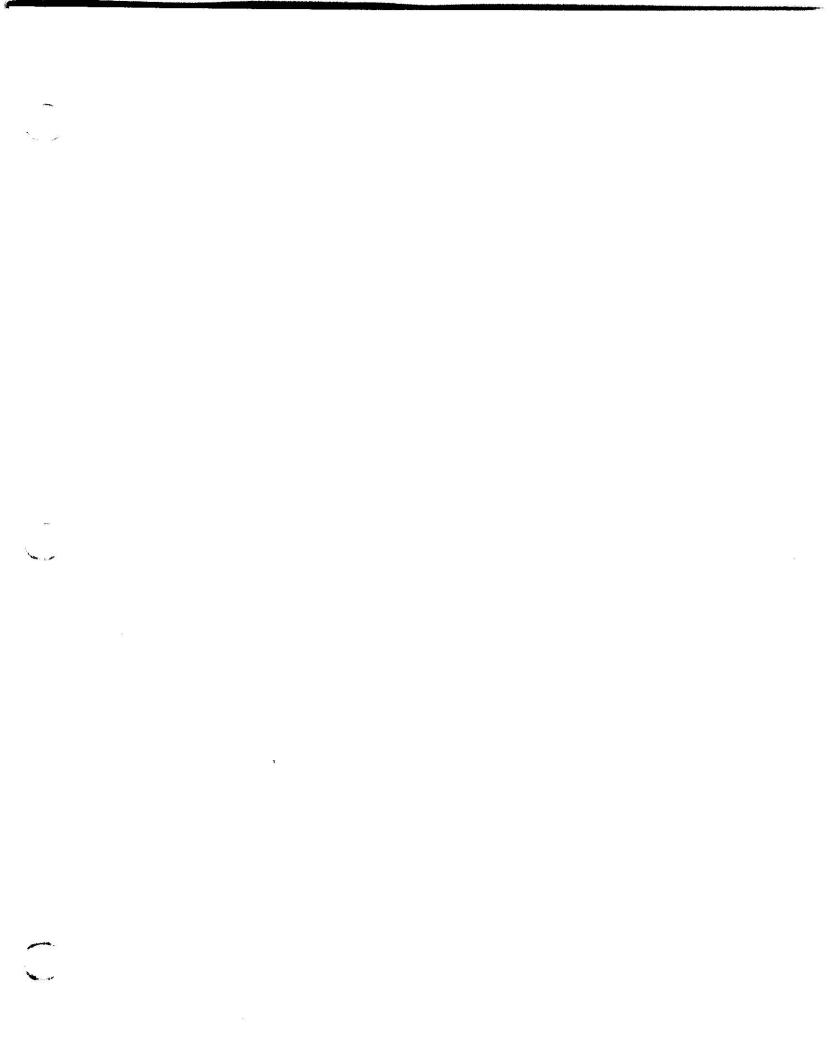
VINCENT L & MARY GOSSACK RT 2 BOX 2197 LEWISTOWN MT 59457

CARL DEBELLY 505 W MAIN LEWISTOWN MT 59457

SCOTT IRVIN, MANAGER LEWISTOWN WATER RESOURCES REGIONAL OFFICE 613 NE MAIN STE E LEWISTOWN MT 59457

NANCY ANDERSEN, CHIEF WATER RIGHTS BUREAU DEPARTMENT OF NATURAL RESOURCES & CONSERVATION PO BOX 201601 HELENA MT 59620-1601

Mandi Shulund Hearings Assistant



BEFORE THE DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION OF THE STATE OF MONTANA

IN THE MATTER OF THE)

FOR BENEFICIAL APPLICATION) PROPOSAL FOR BENEFICIAL WATER USE) FOR 41S-104572 BY KENNETH KNERR) DECISION)

* * * * * * * *

Pursuant to the Montana Water Use Act and to the contested case provisions of the Montana Administrative Procedure Act, a hearing was held on April 14, 1999, in Lewistown, Montana, to determine whether a beneficial water use permit should be issued to Kenneth Knerr (Applicant) for the above application under the criteria set forth in Mont. Code Ann. § 85-2-311 (1) and (5) (1997).

APPEARANCES

Applicant appeared at the hearing in person and by and through counsel, Robert Spoja. Fred Knerr, Mary Knerr, and Fred Gillett appeared at the hearing and testified for Applicant.

Objectors Long Family Trust, Emmet Butcher, Laurence Jenni, Robert Stone, Peter K. Anderson, Samuel V. Wiedner, Wicks Ranch Corp., and Vincent L. and Mary J. Gossack appeared at the hearing by and through counsel, Carl DeBelly. Don Jenni, John Wicks, Vince Gossack, Peter Anderson, and Tom Butcher appeared at the hearing and were called to testify by Objectors.

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Scott Irvin, Manager, and Andy Morely, Water Resource Specialist, both with the Lewistown Water Resources Regional Office of the Department of Natural Resources and Conservation (Department) attended the hearing and were called to testify by Objectors.

EXHIBITS

Neither Applicant nor Objectors offered exhibits for the record.

The Hearing Examiner, having reviewed the record in this matter and being fully advised in the premises, makes the following:

FINDINGS OF FACT

- 1. An application for beneficial water use permit in the name of and signed by Kenneth Knerr was filed with the Department on July 30, 1998, at 11:00 a.m. (Department file.)
- 2. Pertinent portions of the application were published in the News-Argus, a newspaper of general circulation in the area of the source, on January 27, 1999. Additionally, the Department served notice on individuals and public agencies which the Department determined might be interested in or affected by the proposed appropriation. Eight timely objections were received by the Department. Applicant was notified of the objections by a letter from the Department dated February 19, 1999. (Department file.)

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- 3. Applicant proposes to appropriate 115 gallons per minute up to 20.00 acre-feet of the water of Big Spring Creek at a point in the SE%SE%NE% of Section 5, Township 15 North, Range 18 East, Fergus County, Montana. The proposed use is sprinkler irrigation of 10.00 acres in the NW%NE% of Section 5, Township 15 North, Range 18 East. The proposed means of diversion is a headgate. The proposed means of conveyance is the Clegg Ditch. The proposed period of diversion and use is from June 1 through September 30, inclusive of each year. (Department file and testimony of Applicant.)
- 4. Applicant has not proven by a preponderance of evidence water is physically and legally available during the period in which Applicant seeks to appropriate, in the amount requested. There were no flow measurements to identify physical water availability. There was no indentification of existing legal demands on the source of supply throughout the area of potential impact by the proposed use, nor was there any comparison of the physical water supply at the proposed point of diversion with the existing legal demands on the supply of water.
- 5. Applicant has not proven by a preponderance of evidence the water rights of a prior appropriator under an existing water right, a certificate, a permit, or a state water reservation would not be adversely affected. Applicant has not proven by a preponderance of evidence the proposed means of diversion,

construction, and operation of the appropriation works are adequate.

Clearly, if Applicant attempts to convey the water through the Clegg Ditch, the water rights of prior appropriators would be adversely affected. Clegg Ditch is in poor condition, having an area which loses water creating a large bog at the Long's place. The other users of Clegg Ditch cannot now use all of their water rights because the ditch is not large enough to carry all the water rights of all the users. Objector Jenni, at the end of the ditch, does not now receive any water from the Clegg Ditch. In the past, the users of Clegg Ditch have had an agreement for sharing the water so that all users received some water. (Testimony of Fred Knerr, Don Jenni, John Wicks, Vince Gossack, Peter Anderson, and Tom Butcher.)

- 6. The proposed use of the water, irrigation, is a beneficial use of water. Mont. Code Ann. § 85-2-102(2). The flow rate and volume of water requested are reasonable for the crops customarily grown and the climatic area. (Department file.)
- 7. Applicant has proved by a preponderance of evidence he has a possessory interest, or the written consent of the person with the possessory interest, in the property where the water is to be put to beneficial use. He owns the proposed place of use. (Department file.)
- 8. No objections relative to water quality were filed against this application nor were there any objections relative

to the ability of a discharge permit holder to satisfy effluent limitations of his permit. (Department file.)

Based upon the foregoing Findings of Fact and the record in this matter, the Hearing Examiner makes the following:

CONCLUSIONS OF LAW

- 1. The Department gave proper notice of the hearing, and all substantive procedural requirements of law or rule have been fulfilled; therefore, the matter was properly before the Hearing Examiner. See Findings of Fact 1 and 2. Mont. Code Ann. §§ 85-2-307 and 309 (1997).
- 2. Applicant has failed to meet the criteria for issuance of a beneficial water use permit. See Findings of Fact 4 and 5. Mont. Code Ann. § 85-2-311.

Based upon the foregoing Findings of Fact and Conclusions of Law, the Hearing Examiner makes the following:

PROPOSED ORDER

Application for Beneficial Water Use Permit 41S-104572 by Kenneth Knerr is DENIED.

NOTICE

This proposal may be adopted as the Department's final decision unless timely exceptions are filed as described below. Any party adversely affected by this Proposal for Decision may file exceptions with the Hearing Examiner. The exceptions must be filed and served upon all parties within 20 days after the proposal is mailed. Exceptions must specifically set forth the

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precise portions of the proposed decision to which the exception is taken, the reason for the exception, authorities upon which the party relies, and specific citations to the record. Vague assertions as to what the record shows or does not show without citation to the precise portion of the record will be accorded little attention. Any exception containing obscene, lewd, profane, or abusive language shall be returned to the sender. Parties may file responses to any exception filed by another party. The responses must be filed within 20 days after service of the exception and copies must be sent to all parties. No new evidence will be considered.

Dated this 2/2 day of May, 1999.

Vivian A. Lighthizer

Hearing Examiner

Water Resources Division
Department of Natural Resources

and Conservation P.O. Box 201601

Helena, MT 59620-1601

CERTIFICATE OF SERVICE

This certifies that a true and correct copy of the Proposal for Decision and Memorandum was served upon all parties listed below on this _____ day of May, 1999.

KENNETH KNERR RT 2 BOX 2196 LEWISTOWN MT 59457

WILLIAM A SPOJA JR PO BOX 882 LEWISTOWN MT 59457

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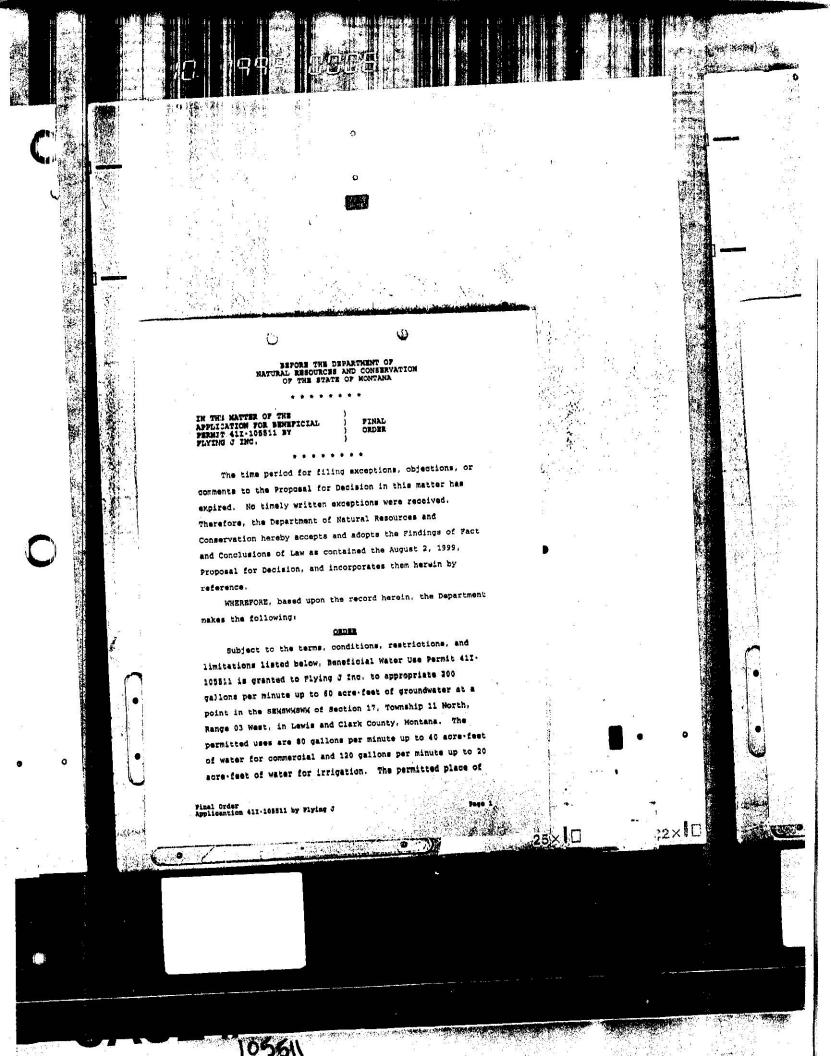
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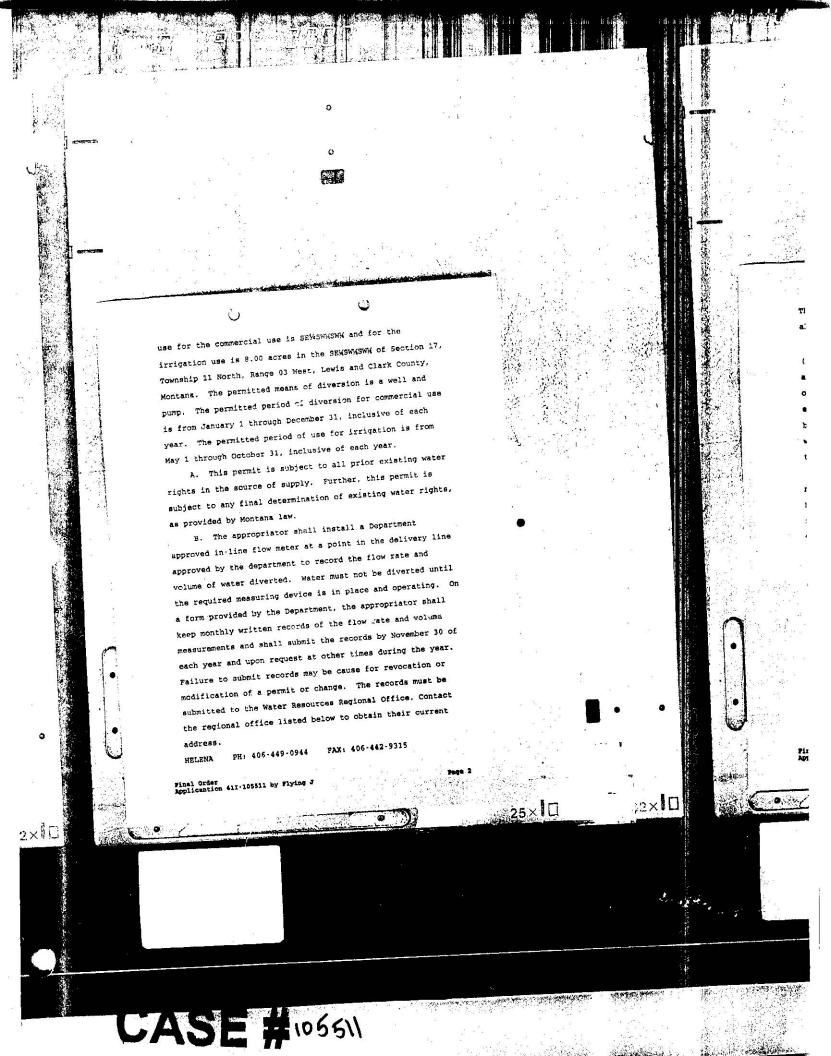
MEMORANDUM

Although Applicant failed to meet the statutory requisites for issuance of a permit for this application, there nothing to prevent the filing of a new application for beneficial water use permit to divert water directly from Big Spring Creek and pipe it to the proposed place of use. All the Objectors expressed they would have no objection to such a filing. It is the Hearing Examiner's opinion, if sufficient evidence is submitted to prove the statutory criteria, this would be a much better solution to the problem. Not only would Applicant no longer need to share the ditch water with the other users, he could take the water at any time up to the amount permitted during the period of permitted appropriation. Certainly it would be more expensive getting started, due to the cost of the pump and pipe. However, it would eliminate the possibility of burning up a pump in the ditch when someone shuts off the ditch without warning.

If a permit had been granted to take the water from Clegg Ditch, it would most likely be a useless water right. All other appropriators on the ditch have senior priority dates and the right to use the water first. Unless Applicant paid to increase the capacity of Clegg Ditch from the stream headgate to Applicant's field turnout it is doubtful applicant would ever receive water.

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The appropriator shall maintain the measuring device so it always operates properly and measures flow rate accurately.

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- C. This right is subject to Mont. Code Ann. '85-2-505 (1997) requiring all wells be constructed so they will not allow water to be wasted or contaminate other water supplies or sources, and all flowing wells shall be capped or equipped so the flow of the water may be stopped when not being put to beneficial use. The final completion of the well(s) must include an access port of at least .50 inch no the static level of the well may be accurately measured.
- D. The issuance of this permit by the Department shall not reduce the Permittee's liability for damages caused by Permittee's exercise of this permit, nor does the Department in issuing the permit in any way acknowledge liability for damage caused by the Permittee's sercise of this permit.

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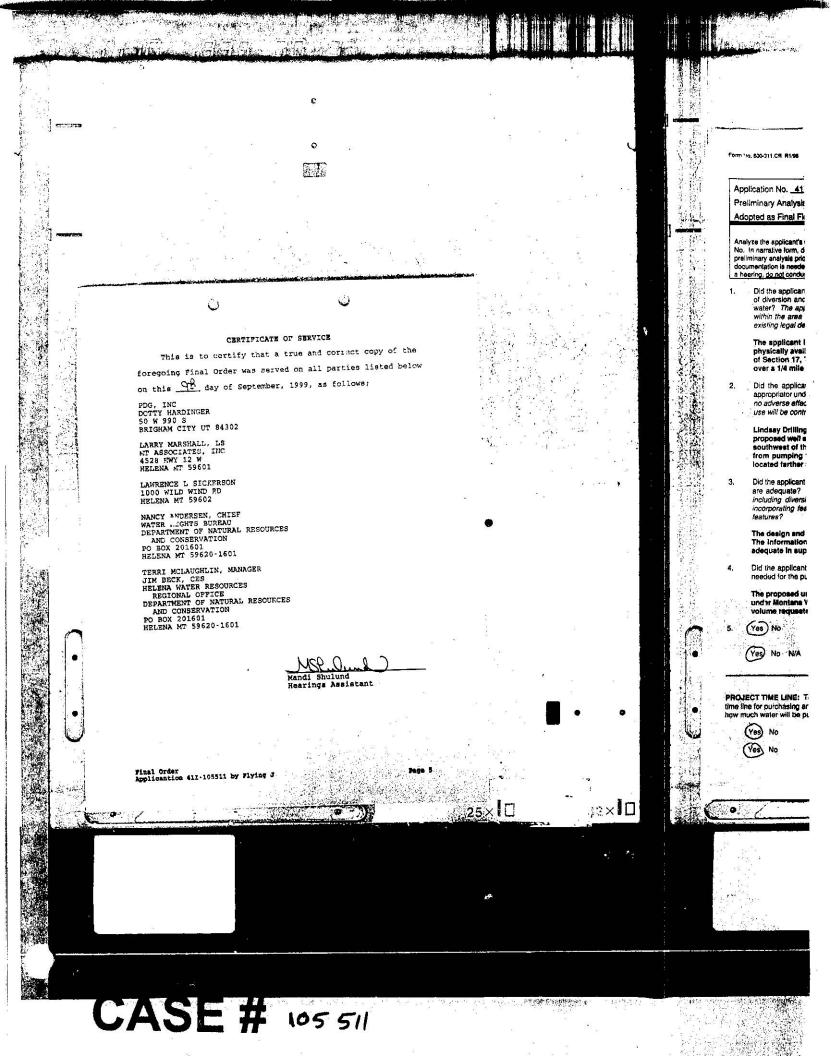
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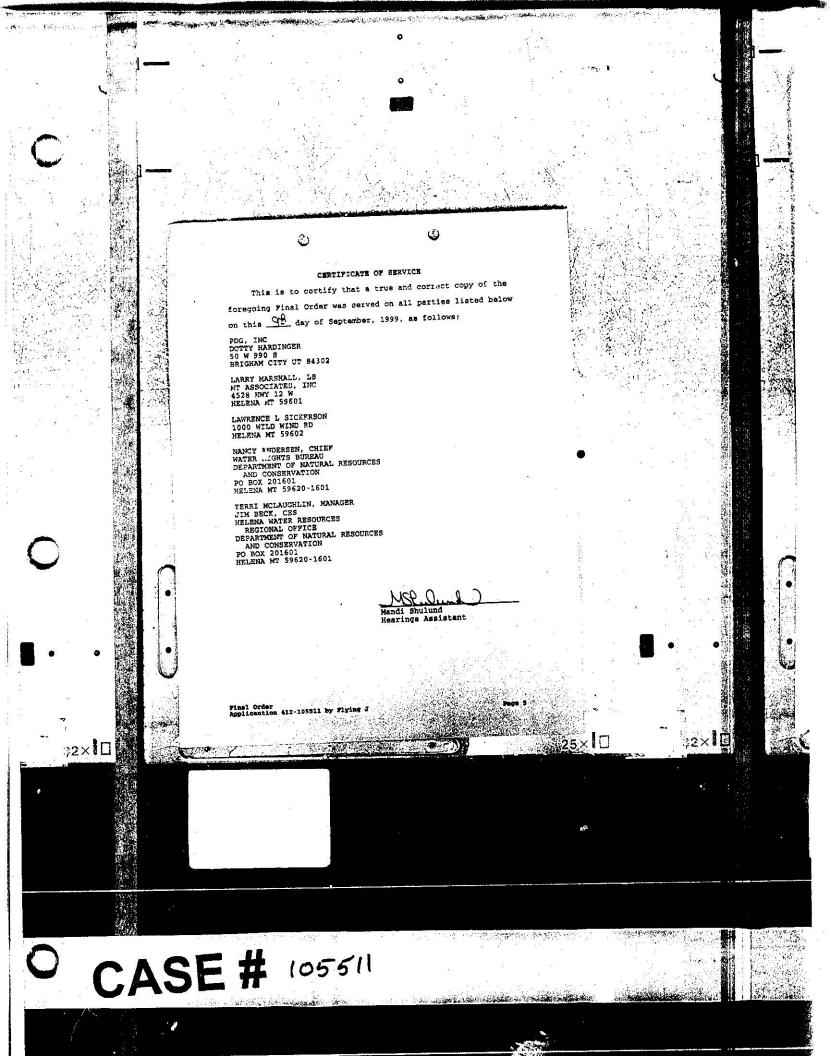
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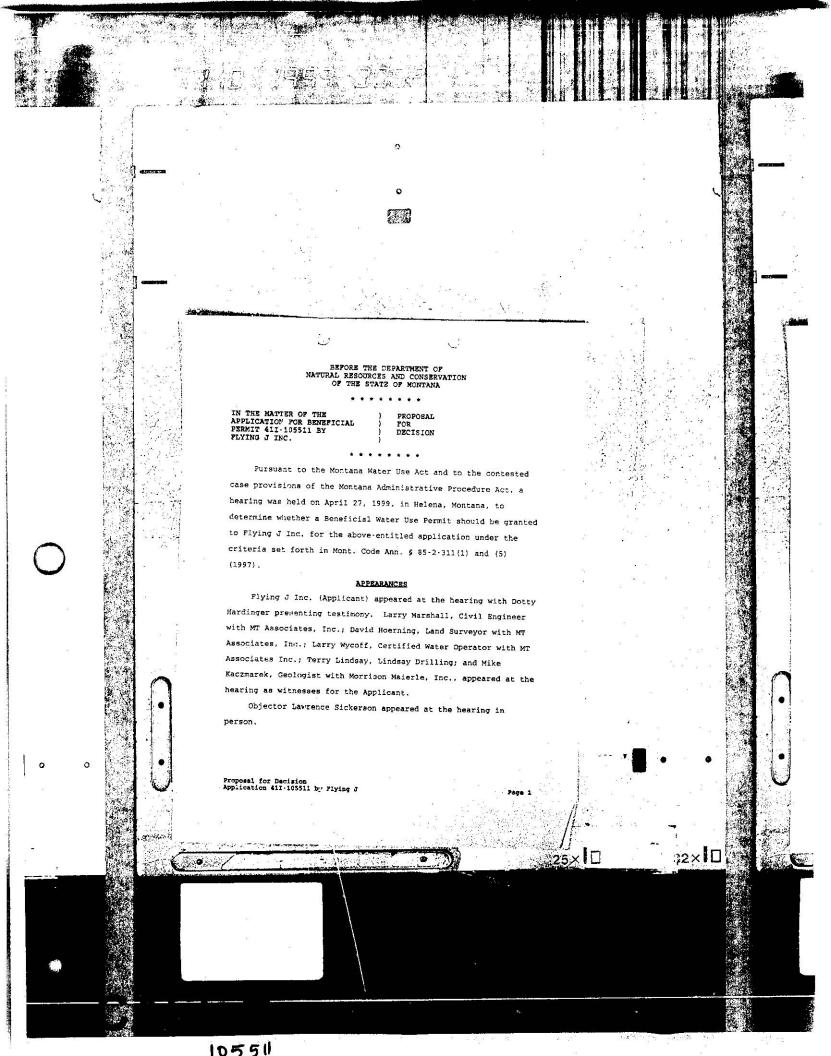
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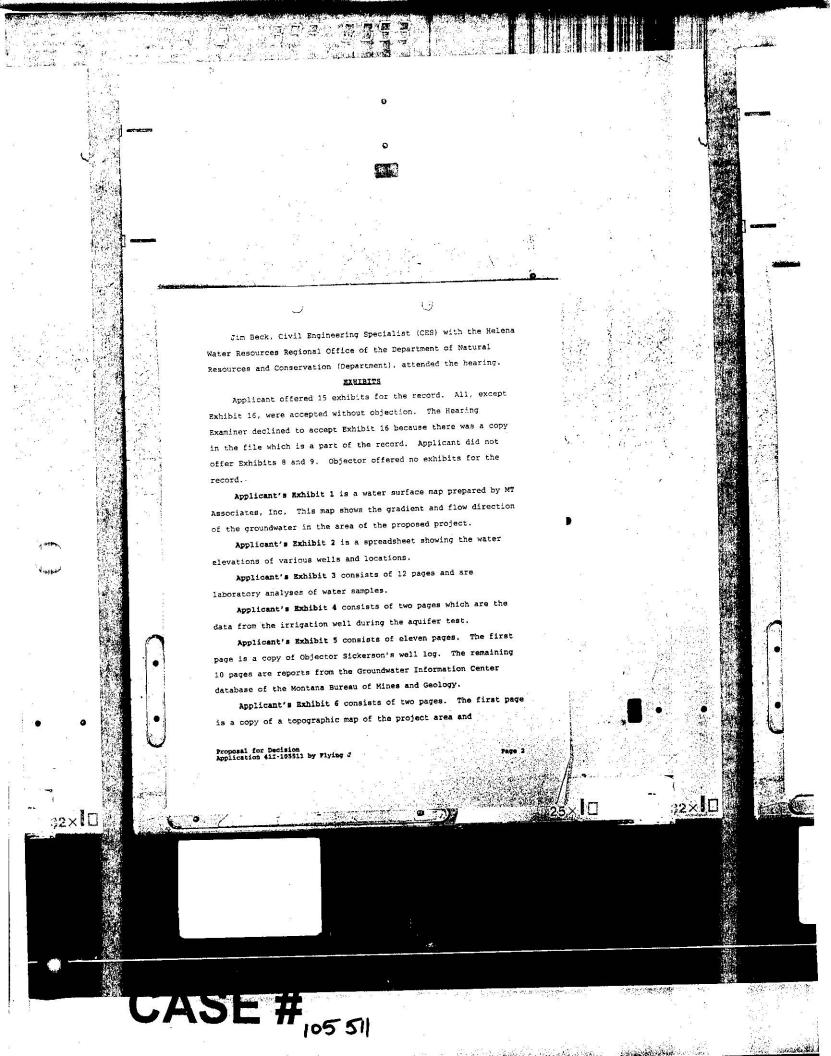
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Dated this 2 day of September, 1999. Jack Stults, Administrator Water Resources Division Department of Natural Resources and Conservation PO Box 201601 Helena, NT 59620-1601)2×10









surrounding area. The second page is an enlargement of Section 17. Township 11 North, Range 03 West, Lewis and Clark County: Montana. Applicant's Exhibit 7 is a survey map showing the location

of the proposed project and the property features of the area. Applicant's Exhibit 10 consists of two pages which are

copies of portions of a USGS map upon which has been imposed the altitude and configuration of the shallow potentiometric surface and location of selected wells in the Helena area taken from the Briar and Madison Report.

Applicant's Exhibit 11 is a contour map which shows an underground drain pipe (the dashed line running east and west) installed by the BLM. This drain pipe runs under the proposed project site.

Applicant's Exhibit 12 consists of two pages. The first page is a map showing the fault distribution of the Helena Valley as mapped by Stickney and Schmidt. The second page is a geologic time scale.

Applicant's Exhibit 13 consists of three pages. The first two pages are a letter to Larry Marshall from the Department of Environmental Quality dated January 12, 1999. The third page is the Phosphorus breakthrough calculations.

Applicant's Exhibit 14 consists of 10 pages and a large map, These documents were assembled as the Criteria Addendum to Applicant's application for beneficial water use permit.

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